

October 28, 2003

Mark Reynolds, Environmental Coordinator
Co-Op Mining Company
P.O. Box 1245
Huntington, Utah 84528

Re: Midterm Review and Adjustment of Bond Amount, CO-OP Mining, Bear Canyon Mine, C/015/0025, Task ID #1242, Outgoing File

Dear Mr. Reynolds:

You should recall that the Division requested additional bond information during the midterm review. Your letter dated September 3, 2003, also indicated your intention of providing the required bond upon completion of the Wild Horse Ridge expansion, the Blind Canyon and Ball Park reclamation, the Tank Seam reclamation, and the Mohrland expansion. While we understand your request to hold off on adjusting the bond until all of these projects are completed, we must be certain that the amount of bond in place is adequate to provide for the reclamation of the site at any given time. During our phone conversation earlier today, we agreed that the calculations for the bond cost estimate should all be in place and agreed upon by no later than December 19, 2003. At that time you would have another 30 days in which to actually post the bond.

If you have any questions, please call Wayne Western at (801) 538-5263 or me at (801) 538-5325.

Sincerely,

Daron R. Haddock
Permit Supervisor

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Enclosure
cc: Price Field Office
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